GOVERNMENT OF ANDHRA PRADESH

A B S T R A C T

Municipal Administration & Urban Development Department – Amaravati Metro Rail Corporation (AMRC) - Visakhapatnam Metro Rail Project – Development of Visakhapatnam Metro Rail Project under unique PPP Model – Financial Bid of M/s.Essel Infra Projects Limited Consortium – Cancelled - Orders – Issued.

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MUNICIPAL ADMINISTRATION & URBAN DEVELOPMENT (H) DEPARTMENT

G.O.MS.No. 332 Dated: 30-12-2019

Read the following:

1. G.O.Ms.No.378 MA&UD (H1) Department Dt.23.11.2018.
2. From MD, AMRC, Vijayawada Lr.No.17/AMRC/VSKP/2019-8, dt.24.05.2019.

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ORDER:-

In the reference 1st read above, Government have issued orders approving the development of Visakhapatnam Metro Rail Project under PPP Model and accorded sanction

a) to develop Visakhapatnam Metro Rail Project with three corridors consisting of 42.55 KMs under innovative PPP model with revalidated project cost of Rs.8300.00 crores

b) to permit AMRC to borrow an amount of cost of Civil Infrastructure not exceeding Rs.4200.00 crores from the External Commercial Borrowings (ECB) or any other Foreign Funding Agencies/Financial Institutions with lower interest rates comparable to Indian Banks interest rates with one time Sovereign Guarantee by the State Government

c) to allot about 250 acres of Government land in parcels in Visakhapatnam within the vicinity of metro alignment at suitable locations on free of cost to AMRCL for property development to be taken up in a separate bidding process to capture maximum revenue to GoAP/AMRCL to be utilised for meeting the debt service/loan repayment obtained from the funding agencies

d) to extend Operations Period Support to the Successful Developer for the initial ten years with an amount not exceeding Rs.820.00 crores

e) to Allot 83 acres of Government land in Visakhapatnam to the AMRC and the District Collector, Visakhapatnam to acquire the remaining about 12 acres of private land required for Running Section, Stations, Parking areas and Depot invoking the Land Acquisition Act in favour of AMRC on requisition submitted by AMRC

f) to Reimburse the State Taxes (SGST) involved in the Project amounting to about Rs.527.00 crores

(P.T.O.)

g) to set priority in supply of Electricity from the grid at subsidized tariff to be determined and enable the Concessionaire to receive uninterrupted Power Supply from the grid

h) exempt Stamp duty and Registration fees involved in the development of Metro Rail Project and

i) to provide security to Metro Rail Project during construction and operations period by the State Government.

2. In the reference 2nd read above, the Managing Director, AMRC, Vijayawada while stating among other things has requested to accord permission to issue Letter of Acceptance to the Single responsive Bid received from M/s Essel Infra & Consortium for the development of Visakhapatnam Metro Rail Project under unique PPP model.

3. Government after careful examination of the matter, have decided to cancel the bid received from M/s Essel Infra Consortium, as the single financial bid has been received and not much cost reduction has been offered by the successful bidder and also as the scope has changed substantially in view of the new requirements indicated by Hon'ble Chief Minister in the review meeting held on 03.09.2019.

4. Further, it is also decided to appoint a new consultant for preparation of revised DPR in the matter. Accordingly, the Government hereby order to cancel the single bid of M/s Essel Infra Consortium and to appoint a new consultant for preparation of revised DPR for Visakhapatnam Metro Rail Project through open tender.

5. The Managing Director, Amaravati Metro Rail Corporation, Vijayawada shall take necessary action.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

SYAMALA RAO JAMJAM
SECRETARY TO GOVERNMENT

To
The Managing Director, Amaravati Metro Rail Corporation Limited, Vijayawada.
The District Collector & District Magistrate, Visakhapatnam.
The Revenue (LA/Assignments/CT/R&S) Department, AP Secretariat, Velagapudi.
The Energy, I&I Department, AP Secretariat, Velagapudi.
The Finance (RE)Department, AP Secretariat, Velagapudi.
The Home Department, AP Secretariat, Velagapudi.
The MoHUA (UT) Department, GoI, New Delhi.
The Department of Economic Affairs, Ministry of Finance, GoI, New Delhi.
Copy to:
The Chairman, Visakhapatnam Port Trust(VPT), Visakhapatnam.
The Vice Chairman & Managing Director, APSRTC, Vijayawada.
The Metropolitan Commissioner, Visakhapatnam Metropolitan Region Development Authority (VMRDA), Visakhapatnam.
The Commissioner, Greater Visakhapatnam Municipal Corporation, Visakhapatnam.

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The Divisional Railway Manager (DRM), East Coast Railways, Visakhapatnam.
The C.G.M., NHAI, Headquarters, New Delhi.
The R.O., NHAI, Vijayawada.
The Project Director, NHAI, Visakhapatnam.
The Engineering – in -Chief (R&B) (Roads), Vijayawada.
The General Administration (Cabinet) Department.
The PS to Principal Advisor to Hon'ble Chief Minister.
The PS to Additional Secretary to Hon'ble Chief Minister.
The OSD to Hon'ble Minister (MA&UD)
The PS to Chief Secretary.
The PS to Secretary, MA&UD Department.
Sf/Scs (E 527262)

// FORWARDED :: BY :: ORDER //

SECTION OFFICER